



## **Geomega Resources Inc.**

Unaudited Condensed Interim Consolidated Financial Statements

For the three months ended August 31, 2025

*The accompanying financial statements have been prepared by the management of Geomega Resources Inc. and have not been reviewed by the auditors*

**Geomega Resources Inc.**  
**Consolidated Statements of Financial Position**  
(unaudited, in Canadian Dollars)

|                                              | Note | As at<br>August 31,<br>2025<br>\$ | As at<br>May 31,<br>2025<br>\$ |
|----------------------------------------------|------|-----------------------------------|--------------------------------|
| <b>Assets</b>                                |      |                                   |                                |
| <b>Current assets</b>                        |      |                                   |                                |
| Cash and cash equivalents                    | 4    | 539,472                           | 999,043                        |
| Accounts receivable                          | 7    | 215,845                           | 337,258                        |
| Tax credits and government grants receivable | 8    | 1,641,218                         | 1,483,442                      |
| Investments                                  | 5    | 23,170                            | 22,000                         |
| Prepaid expenses and others                  |      | 379,954                           | 305,529                        |
| Inventories                                  |      | 25,092                            | 25,092                         |
| Current assets                               |      | 2,824,751                         | 3,172,364                      |
| <b>Non-current assets</b>                    |      |                                   |                                |
| Investment in an associate                   | 6    | 253,904                           | 252,857                        |
| Deposits on equipment                        |      | 112,196                           | 188,803                        |
| Property, plant and equipment                | 9    | 2,486,242                         | 2,203,060                      |
| Right-of-use assets                          | 10   | 1,825,986                         | 1,863,140                      |
| Non-current assets                           |      | 4,678,328                         | 4,507,860                      |
| <b>Total assets</b>                          |      | <b>7,503,079</b>                  | <b>7,680,224</b>               |
| <b>Liabilities</b>                           |      |                                   |                                |
| <b>Current liabilities</b>                   |      |                                   |                                |
| Trade and other payables                     |      | 919,019                           | 978,699                        |
| Deferred revenue                             |      | 357,642                           | 459,969                        |
| Deferred grants                              | 12   | 336,398                           | 623,435                        |
| Current portion of the lease obligations     |      | 33,403                            | 30,146                         |
| Current portion of convertible debentures    | 11   | 242,731                           | 40,455                         |
| Current liabilities                          |      | 1,889,193                         | 2,132,704                      |
| <b>Non-current liabilities</b>               |      |                                   |                                |
| Lease obligations                            | 13   | 2,182,064                         | 2,192,339                      |
| Convertible debentures                       | 11   | 1,523,232                         | 1,641,709                      |
| Non-current liabilities                      |      | 3,705,296                         | 3,834,048                      |
| <b>Total liabilities</b>                     |      | <b>5,594,489</b>                  | <b>5,966,752</b>               |
| <b>Equity</b>                                |      |                                   |                                |
| Share capital                                |      | 39,563,432                        | 38,778,372                     |
| Reserves                                     | 14   | 1,170,507                         | 1,167,347                      |
| Equity component of convertible debentures   |      | 268,795                           | 268,795                        |
| Contributed surplus                          |      | 5,044,368                         | 5,020,368                      |
| Deficit                                      |      | (44,138,512)                      | (43,521,410)                   |
| <b>Total equity</b>                          |      | <b>1,908,590</b>                  | <b>1,713,472</b>               |
| <b>Total liabilities and equity</b>          |      | <b>7,503,079</b>                  | <b>7,680,224</b>               |

The accompanying notes are an integral part of these consolidated Financial Statements.

# Geomega Resources Inc.

## Consolidated Statements of Income and Comprehensive Income

(unaudited, in Canadian Dollars)

|                                                                 | Note | Three months ended<br>August 31 |                    |
|-----------------------------------------------------------------|------|---------------------------------|--------------------|
|                                                                 |      | 2025                            | 2024               |
|                                                                 |      | \$                              | \$                 |
| <b>Operating expenses</b>                                       |      |                                 |                    |
| Exploration and evaluation expenses, net of tax credits         | 15   | 3,476                           | 119,832            |
| Research and development expenses, net of tax credits           | 16   | 686,364                         | 509,950            |
| Salaries, employee benefits and share-based compensation        |      | 130,748                         | 185,382            |
| Travel, conferences, and investor relations                     |      | 22,142                          | 25,692             |
| Professional fees                                               |      | 110,640                         | 107,386            |
| Administration                                                  |      | 22,859                          | 49,291             |
| Filing fees                                                     |      | 16,258                          | 13,794             |
| Rent                                                            |      | 30,002                          | 36,644             |
| Depreciation of property, plant and equipment                   |      | 13,140                          | -                  |
| Depreciation of right-of-use assets                             |      | 37,154                          | 37,156             |
| Insurance, taxes and permits                                    |      | 11,997                          | 21,194             |
| Government grants on operating expenses                         |      | (367,734)                       | (539,151)          |
| <b>Operating loss</b>                                           |      | <b>(717,046)</b>                | <b>(567,170)</b>   |
| <b>Other income (expenses)</b>                                  |      |                                 |                    |
| Research income                                                 |      | 243,357                         | 141,665            |
| Investment income                                               |      | 2,758                           | 16,862             |
| Finance costs                                                   |      | (154,528)                       | (71,108)           |
| Gain (loss) on foreign exchange                                 |      | 7,310                           | (61)               |
| Gain in fair value variation of investments in listed companies |      | -                               | 49,900             |
| Share of gain (loss) of associate                               |      | 1,047                           | (21,360)           |
| Impairment of an investment in an associate                     |      | -                               | (147,212)          |
|                                                                 |      | <b>99,944</b>                   | <b>(31,314)</b>    |
| <b>Net and comprehensive loss</b>                               |      | <b>(617,102)</b>                | <b>(598,484)</b>   |
| Basic and diluted loss per share                                |      | (0.004)                         | (0.004)            |
| Weighted average number of basic & diluted shares outstanding   |      | <b>145,555,028</b>              | <b>141,401,521</b> |

The accompanying notes are an integral part of these condensed interim consolidated financial statements.

**Geomega Resources Inc.**  
**Consolidated Statements of Change in Equity**  
(Unaudited, in Canadian dollars)

|                                   | Note | Number of<br>shares<br>outstanding | Share Capital<br>\$ | Reserves<br>\$   | Equity<br>Component of<br>Convertible<br>Debentures<br>\$ | Contributed<br>Surplus<br>\$ | Deficit<br>\$       | Total Equity<br>\$ |
|-----------------------------------|------|------------------------------------|---------------------|------------------|-----------------------------------------------------------|------------------------------|---------------------|--------------------|
| <b>Balance at May 31, 2025</b>    |      | <b>143,401,521</b>                 | <b>38,778,372</b>   | <b>1,167,347</b> | <b>268,795</b>                                            | <b>5,020,368</b>             | <b>(43,521,410)</b> | <b>1,713,472</b>   |
| Net and comprehensive loss        |      | -                                  | -                   | -                | -                                                         | -                            | (617,102)           | (617,102)          |
| Warrants exercised                |      | 4,854,667                          | 647,560             | -                | -                                                         | -                            | -                   | 647,560            |
| Options exercised                 |      | 500 000                            | 137,500             | (50,000)         | -                                                         | -                            | -                   | 87,500             |
| Options expired                   |      | -                                  | -                   | (24,000)         | -                                                         | 24,000                       | -                   | -                  |
| Share-based compensation          |      | -                                  | -                   | 77,160           | -                                                         | -                            | -                   | 77,160             |
| <b>Balance at August 31, 2025</b> |      | <b>148,756,188</b>                 | <b>39,563,432</b>   | <b>1,170,507</b> | <b>268,795</b>                                            | <b>5,044,368</b>             | <b>(44,138,512)</b> | <b>1,908,590</b>   |

|                                   | Note | Number of<br>shares<br>outstanding | Share Capital<br>\$ | Reserves<br>\$   | Contributed<br>Surplus<br>\$ | Deficit<br>\$       | Total Equity<br>\$ |
|-----------------------------------|------|------------------------------------|---------------------|------------------|------------------------------|---------------------|--------------------|
| <b>Balance at May 31, 2024</b>    |      | <b>143,401,521</b>                 | <b>38,778,372</b>   | <b>990,705</b>   | <b>4,775,095</b>             | <b>(40,936,686)</b> | <b>3,607,486</b>   |
| Net and comprehensive loss        |      | -                                  | -                   | -                | -                            | (598,484)           | (598,484)          |
| Options expired                   |      | -                                  | -                   | (25,250)         | 25,250                       | -                   | -                  |
| Share-based compensation          |      | -                                  | -                   | 96,492           | -                            | -                   | 96,492             |
| <b>Balance at August 31, 2024</b> |      | <b>143,401,521</b>                 | <b>38,778,372</b>   | <b>1,061,947</b> | <b>4,800,345</b>             | <b>(41,535,170)</b> | <b>3,105,494</b>   |

The accompanying notes are an integral part of these consolidated Financial Statements.

**Geomega Resources Inc.**  
**Consolidated Statements of Cash Flow**  
(Unaudited, in Canadian dollars)

|                                                                                  |      | Three months ended<br>August 31 |                    |
|----------------------------------------------------------------------------------|------|---------------------------------|--------------------|
|                                                                                  | Note | 2025                            | 2024               |
|                                                                                  |      | \$                              | \$                 |
| <b>Operating activities</b>                                                      |      |                                 |                    |
| Net and comprehensive loss                                                       |      | (617,102)                       | (598,484)          |
| Adjustments for:                                                                 |      |                                 |                    |
| Share-based compensation                                                         |      | 77,160                          | 96,492             |
| Depreciation of property, plant and equipment                                    |      | 128,233                         | 113,144            |
| Impairment of deposits on equipment                                              |      | -                               | 36,798             |
| Depreciation of right-of-use assets                                              |      | 37,154                          | 37,154             |
| Finance costs for the accretion of the convertible debentures                    |      | 83,799                          | -                  |
| Unrealized gain on variation of investments in a listed company                  |      | -                               | (50,551)           |
| Impairment of an investment in an associate                                      |      | -                               | 147,212            |
| Share of (gain) loss of an associate                                             |      | (1,047)                         | 21,360             |
| Changes in non-cash working capital items                                        | 17   | (237,006)                       | (344,877)          |
| <b>Cash flows from operating activities</b>                                      |      | <b>(528,809)</b>                | <b>(541,752)</b>   |
| <b>Investing activities</b>                                                      |      |                                 |                    |
| Acquisition of short-term investments                                            |      | (1,170)                         | -                  |
| Deposits on acquisition of property, plant and equipment                         |      | (126,619)                       | (380,684)          |
| Acquisitions of property, plant and equipment                                    |      | (935,472)                       | (52,032)           |
| Variation of government grants for the purchase of property, plant and equipment | 12   | 404,457                         | (78,169)           |
| <b>Cash flows from investing activities</b>                                      |      | <b>(658,804)</b>                | <b>(510,885)</b>   |
| <b>Financing activities</b>                                                      |      |                                 |                    |
| Exercise of stock options                                                        |      | 87,500                          | -                  |
| Exercise of warrants                                                             |      | 647,560                         | -                  |
| Repayments of lease obligation                                                   |      | (7,018)                         | (4,213)            |
| <b>Cash flows from financing activities</b>                                      |      | <b>728,042</b>                  | <b>(4,213)</b>     |
| <b>Net change in cash</b>                                                        |      | <b>(459,571)</b>                | <b>(1,056,850)</b> |
| Cash and cash equivalents – beginning                                            |      | 999,043                         | 2,051,333          |
| <b>Cash and cash equivalents – ending</b>                                        |      | <b>539,472</b>                  | <b>994,483</b>     |

The accompanying notes are an integral part of these consolidated Financial Statements.

# Geomega Resources Inc.

## Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited, in Canadian dollars)

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### 1. NATURE OF OPERATIONS AND GOING CONCERN

Geomega Resources Inc. (the "Corporation") is incorporated under the *Canada Business Corporations Act* and is engaged in the acquisition, exploration and evaluation of mining properties in Canada. Through its private and wholly owned subsidiary Innord, the Corporation is developing innovative technologies for extraction and separation of rare earth elements and other critical and strategic metals from its mining properties and other mining and industrial waste, in an environmentally sustainable way. The Corporation's shares are listed on the TSX Venture Exchange (the "Exchange") under symbol GMA. The address of the Corporation's registered office and principal place of business is 75, de Mortagne Boulevard, Boucherville, Quebec, Canada, J4B 6Y4. These consolidated Financial Statements (the "Financial Statements") were approved by the Corporation's Board of Directors on October 20, 2025.

The Financial Statements have been prepared in accordance with valid accounting principles in a context of going concern which provides that the Corporation will be able to realize its assets and pay its debts in the normal course of its activities. In assessing the validity of the going concern principle, management considers all available data regarding the future, which represents at least, but is not limited to, the twelve months following the end of the reporting period. For the three months ended August 31, 2025, the Corporation recorded a net loss of \$617,102 and accumulated a deficit of \$44,138,512 as of that date. As of August 31, 2025, the Corporation had a working capital of \$935,558.

Any funding shortfall may be met in the future in a number of ways including but not limited to, the issuance of new equity or debt financing. While management has been successful in securing financing in the past, there can be no assurance that it will be able to do so in the future or that these sources of funding or initiatives will be available to the Corporation or that they will be available on terms which are acceptable to the Corporation.

### 2. SUMMARY OF MATERIAL ACCOUNTING POLICIES

#### 2.1 Declaration of conformity

The Financial Statements have been prepared in accordance with International Financial Reporting Standards ("International Financial Reporting Standards" or "IFRS") as published by the International Accounting Standards ("IAS") and which are applicable for the preparation of interim consolidated financial statements, in particular International Accounting Standard 34 ("International Accounting Standard 34" or "IAS 34") - Interim financial information. The Financial Statements therefore do not include all the information and notes required under IFRS for the purposes of annual financial statements.

#### 2.2 Basis of Presentation

The Financial Statements should be read in conjunction with the audited annual financial statements for the year ended May 31, 2025, which have been prepared in accordance with IFRS. The accounting conventions and the calculation and presentation methods used in the preparation of the Financial Statements comply with the conventions and methods used for the previous financial year ended May 31, 2025.

The preparation of the Financial Statements in conformity with IFRS requires the Corporation's management to make judgements, estimates and assumptions about future events that affect the amounts reported in the Financial Statements and related notes to the Financial Statements. Although these estimates are based on management's best knowledge of the amounts, events or actions, actual results may differ from those estimates.

# Geomega Resources Inc.

## Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited, in Canadian dollars)

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### 3. CRITICAL ACCOUNTING ESTIMATES, JUDGMENTS AND ERRORS

In preparing the Financial Statements, the main judgments made by management in applying the Corporation's accounting policies and the main sources of estimation uncertainty were the same as those that applied to the annual financial statements for the fiscal year ended May 31, 2025.

### 4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents include available cash, bank balances and short-term liquid investments with an original maturity of up to 3 months or redeemable at any time without penalty.

The short-term investments held as of August 31, 2025 and classified as cash equivalent include the following investment:

- A guaranteed investment certificate of 300,000 at a rate of 2.25% and maturing on July 24, 2026. Interest and principal are cashable at any time without penalty.

### 5. INVESTMENTS

The investment as at August 31, 2025 consist of guaranteed investment certificates that are non-cashable prior to maturity. The certificates totalize \$23,170 in nominal value, bear interest at 3% and expire on October 2, 2025.

### 6. INVESTMENT IN AN ASSOCIATE

Kintavar Exploration Inc. ("Kintavar") is the Corporation's only associate. Kintavar's share capital consists solely of common shares, all of which are held directly by the Corporation. Kintavar is incorporated in Canada, where its exploration and evaluation activities on mineral-bearing properties are conducted. The Corporation's ownership interest and voting rights in Kintavar are both 13.11% as at August 31, 2025, unchanged from May 31, 2025.

The investment in Kintavar is accounted for using the equity method. As at August 31, 2025, the investment's fair value was \$505,714, based on 16,857,143 common shares at the closing price of \$0.03 on the Exchange (Level 1 fair value measurement). The fair value as at May 31, 2025, was \$421,429.

Although the fair value of the investment as at August 31, 2025, exceeds its carrying amount, no adjustment has been recorded, as increases in fair value are not recognized under the equity method of accounting. Accordingly, no reversal of the previously recorded impairment loss has been recognized in the consolidated statement of loss.

Subsequent to quarter-end, Kintavar completed a transaction that resulted in significant changes to its share capital and management. Following this transaction, the Corporation's ownership interest decreased to approximately 7.6%, and the two companies no longer share any members of management or the board of directors. As a result, the Corporation no longer has significant influence over Kintavar. (See Note 18 – Subsequent event.)

# Geomega Resources Inc.

## Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited, in Canadian dollars)

### 6. INVESTMENT IN AN ASSOCIATE (CONT'D)

|                                 | Three months ended<br>August 31, 2025 | Year ended<br>May 31, 2025 |
|---------------------------------|---------------------------------------|----------------------------|
|                                 | \$                                    | \$                         |
| Balance at beginning of period  | 252,857                               | 421,429                    |
| Share of net gain (loss)        | 1,047                                 | (176,400)                  |
| Impairment to fair market value | -                                     | 7,828                      |
| <b>Balance at end of period</b> | <b>253,904</b>                        | <b>252,857</b>             |

### 7. ACCOUNTS RECEIVABLE

|                            | As at<br>August 31, 2025 | As at<br>May 31, 2025 |
|----------------------------|--------------------------|-----------------------|
|                            | \$                       | \$                    |
| Trade receivables          | 15,436                   | 45,699                |
| Sales taxes receivable     | 188,075                  | 277,371               |
| Interest receivables       | 703                      | 1,967                 |
| Other accounts receivable  | 11,631                   | 12,221                |
| <b>Accounts receivable</b> | <b>215,845</b>           | <b>337,258</b>        |

### 8. TAX CREDITS AND GOVERNMENT GRANTS RECEIVABLE

|                                                     | As at<br>August 31, 2025 | As at<br>May 31, 2025 |
|-----------------------------------------------------|--------------------------|-----------------------|
|                                                     | \$                       | \$                    |
| Refundable tax credits                              | 8,835                    | 6,582                 |
| Government grants                                   | 1,632,383                | 1,476,860             |
| <b>Tax credits and government grants receivable</b> | <b>1,641,218</b>         | <b>1,483,442</b>      |

Refundable tax credits are related to eligible mining exploration expenses incurred in the province of Quebec and the refundable portion of the research and development tax credits.

The government grants are related to expenditures on research and development incurred by the corporation and its subsidiary.

# Geomega Resources Inc.

## Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited, in Canadian dollars)

### 9. PROPERTY, PLANT AND EQUIPMENT

|                                           | Leasehold<br>Improvements | Equipment <sup>1</sup> | Total            |
|-------------------------------------------|---------------------------|------------------------|------------------|
|                                           | \$                        | \$                     | \$               |
| <b>Three months ended August 31, 2025</b> |                           |                        |                  |
| Opening net book value                    | 935,080                   | 1,268,277              | 2,203,357        |
| Additions                                 | 332,009                   | 603,463                | 935,472          |
| Government grants                         | (235,041)                 | (289,313)              | (524,354)        |
| Depreciation                              | (13,139)                  | (115,094)              | (128,233)        |
| Closing net book value                    | 1,018,909                 | 1,467,333              | 2,486,242        |
| <b>As at August 31, 2025</b>              |                           |                        |                  |
| <b>Cost</b>                               | <b>1,034,222</b>          | <b>2,183,752</b>       | <b>3,217,974</b> |
| <b>Accumulated depreciation</b>           | <b>(15,314)</b>           | <b>(716,419)</b>       | <b>(731,732)</b> |
| <b>Closing net book value</b>             | <b>1,018,909</b>          | <b>1,467,333</b>       | <b>2,486,242</b> |

1. The equipment category includes equipment used R&D activities. An amount of \$115,094 was recorded as R&D expenses during the three months ended August 31, 2025.

|                                 | Leasehold<br>Improvements | Equipment        | Total            |
|---------------------------------|---------------------------|------------------|------------------|
|                                 | \$                        | \$               | \$               |
| <b>Fiscal 2025</b>              |                           |                  |                  |
| Opening net book value          | 84,134                    | 669,540          | 753,674          |
| Additions                       | 2,093,401                 | 1,982,683        | 4,076,084        |
| Government grants               | (1,237,039)               | (851,825)        | (2,088,864)      |
| Depreciation                    | (5,416)                   | (461,039)        | (466,455)        |
| Impairment <sup>2</sup>         | -                         | (71,379)         | (71,379)         |
| Closing net book value          | 935,080                   | 1,267,980        | 2,203,060        |
| <b>As at May 31, 2025</b>       |                           |                  |                  |
| <b>Cost</b>                     | <b>937,254</b>            | <b>1,869,306</b> | <b>2,806,560</b> |
| <b>Accumulated depreciation</b> | <b>(2,174)</b>            | <b>(601,326)</b> | <b>(603,500)</b> |
| <b>Closing net book value</b>   | <b>935,080</b>            | <b>1,267,980</b> | <b>2,203,060</b> |

### 10. RIGHT-OF-USE ASSETS

|                                           | Equipment       | Industrial<br>buildings | Total            |
|-------------------------------------------|-----------------|-------------------------|------------------|
|                                           | \$              | \$                      | \$               |
| <b>Three months ended August 31, 2025</b> |                 |                         |                  |
| Opening net book value                    | 17,575          | 1,845,565               | 1,863,140        |
| Depreciation                              | (1,425)         | (35,729)                | (37,154)         |
| Closing net book value                    | 16,150          | 1,809,836               | 1,825,986        |
| <b>As at August 31, 2025</b>              |                 |                         |                  |
| <b>Cost</b>                               | <b>28,500</b>   | <b>2,143,732</b>        | <b>2,172,232</b> |
| <b>Accumulated depreciation</b>           | <b>(12,350)</b> | <b>(333,896)</b>        | <b>(346,246)</b> |
| <b>Closing net book value</b>             | <b>16,150</b>   | <b>1,809,836</b>        | <b>1,825,986</b> |

# Geomega Resources Inc.

## Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited, in Canadian dollars)

### 10. RIGHT-OF-USE ASSETS (CONT'D)

|                           | Equipment | Industrial buildings | Total     |
|---------------------------|-----------|----------------------|-----------|
|                           | \$        | \$                   | \$        |
| <b>Fiscal 2025</b>        |           |                      |           |
| Opening net book value    | 23,275    | 1,988,480            | 2,011,755 |
| Depreciation              | (5,700)   | (142,915)            | (148,615) |
| Closing net book value    | 17,575    | 1,845,565            | 1,863,140 |
| <b>As at May 31, 2025</b> |           |                      |           |
| Cost                      | 28,500    | 2,143,732            | 2,172,232 |
| Accumulated depreciation  | (10,925)  | (298,167)            | (309,092) |
| Closing net book value    | 17,575    | 1,845,565            | 1,863,140 |

### 11. CONVERTIBLE DEBENTURES

|                             | As at<br>August 31, 2025 | As at<br>May 31, 2025 |
|-----------------------------|--------------------------|-----------------------|
|                             | \$                       | \$                    |
| Balance, opening            | 1,682,164                | -                     |
| Addition                    | -                        | 1,628,519             |
| Accretion expense           | 83,799                   | 53,645                |
| Balance, ending             | 1,765,963                | 1,682,164             |
| Balance, current            | (242,731)                | (40,455)              |
| <b>Balance, non-current</b> | <b>1,523,232</b>         | <b>1,641,709</b>      |

### 12. DEFERRED GRANTS

|                                                                                  | As at<br>August 31, 2025 | As at<br>May 31, 2025 |
|----------------------------------------------------------------------------------|--------------------------|-----------------------|
|                                                                                  | \$                       | \$                    |
| Deferred grants attributable to the purchase of inventories                      | 712                      | 1,502                 |
| Deferred grants attributable to the purchase of property,<br>plant and equipment | 220,409                  | 405,749               |
| Deferred grants attributable to operations                                       | 115,276                  | 216,184               |
| <b>Deferred grants</b>                                                           | <b>336,397</b>           | <b>623,435</b>        |

### 13. LEASE OBLIGATIONS

|                                 | Three months ended<br>August 31, 2025 | Year ended<br>May 31, 2025 |
|---------------------------------|---------------------------------------|----------------------------|
|                                 | \$                                    | \$                         |
| Balance, opening                | 2,222,485                             | 2,240,828                  |
| Repayments of lease liabilities | (7,018)                               | (18,343)                   |
| Balance, ending                 | 2,215,467                             | 2,222,485                  |
| Balance, current                | (33,403)                              | (30,146)                   |
| <b>Balance, non-current</b>     | <b>2,182,064</b>                      | <b>2,192,339</b>           |

# Geomega Resources Inc.

## Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited, in Canadian dollars)

### 14. RESERVES

#### 14.1 Warrants

The Corporation's warrants were as follows:

|                     | Three months ended<br>August 31, 2025 |                                       | Year ended<br>May 31, 2025 |                                       |
|---------------------|---------------------------------------|---------------------------------------|----------------------------|---------------------------------------|
|                     | Number of<br>warrants                 | Weighted<br>average<br>exercise price | Number of<br>warrants      | Weighted<br>average<br>exercise price |
|                     |                                       | \$                                    |                            | \$                                    |
| Opening             | 16,517,788                            | 0.22                                  | 16,517,788                 | 0.22                                  |
| Exercised           | (4,854,667)                           | 0.13                                  | -                          | -                                     |
| <b>Balance, end</b> | <b>11,663,121</b>                     | <b>0.26</b>                           | <b>16,517,788</b>          | <b>0.22</b>                           |

Warrants outstanding as at August 31, 2025 are as follows:

| Number of warrants | Exercise price | Expiry date      |
|--------------------|----------------|------------------|
|                    | \$             |                  |
| 10,959,093         | 0.25           | November 6, 2025 |
| 704,028            | 0.40           | February 6, 2026 |
| <b>11,663,121</b>  |                |                  |

#### 14.2 Share-based Compensation

##### A) Stock Options

A summary of the Corporation's Options outstanding is as follows:

|                           | Three months ended<br>August 31, 2025 |                                       | Year ended<br>May 31, 2025 |                                       |
|---------------------------|---------------------------------------|---------------------------------------|----------------------------|---------------------------------------|
|                           | Number of<br>options                  | Weighted<br>average<br>exercise price | Number of<br>options       | Weighted<br>average<br>exercise price |
|                           |                                       | \$                                    |                            | \$                                    |
| Balance, opening          | 6,660,000                             | 0.20                                  | 7,220,500                  | 0.22                                  |
| Issued                    | -                                     | -                                     | 2,300,000                  | 0.10                                  |
| Exercised                 | (500,000)                             | 0.175                                 | -                          | -                                     |
| Expired                   | (250,000)                             | 0.165                                 | (2,453,000)                | 0.18                                  |
| Forfeited                 | (175,000)                             | 0.10                                  | (407,500)                  | 0.13                                  |
| <b>Balance, end</b>       | <b>5,735,000</b>                      | <b>0.20</b>                           | <b>6,660,000</b>           | <b>0.20</b>                           |
| Balance, end, exercisable | 3,816,250                             | 0.25                                  | 4,472,500                  | 0.24                                  |

# Geomega Resources Inc.

## Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited, in Canadian dollars)

### 14. RESERVES (CONT'D)

The number of Options outstanding as of August 31, 2025 are as follows:

| Number of<br>options<br>outstanding | Number of<br>options<br>exercisable | Exercise<br>price<br>\$ | Expiry date                 |
|-------------------------------------|-------------------------------------|-------------------------|-----------------------------|
| 925,000                             | 925,000                             | 0.165                   | April 16, 2025 <sup>1</sup> |
| 250,000                             | 250,000                             | 0.155                   | June 3, 2025 <sup>1</sup>   |
| 250,000                             | 250,000                             | 0.18                    | October 21, 2025            |
| 800,000                             | 800,000                             | 0.34                    | January 27, 2026            |
| 1,310,000                           | 1,310,000                           | 0.305                   | October 27, 2026            |
| 375,000                             | 281,250                             | 0.215                   | January 25, 2029            |
| 1,725,000                           | -                                   | 0.10                    | November 20, 2029           |
| 100,000                             | -                                   | 0.11                    | December 1, 2029            |
| <b>5,735,000</b>                    | <b>3,816,250</b>                    |                         |                             |

1. The management and directors of the Corporation were in a blackout period when these Options expired. As per the Omnibus Plan, Awards may continue to subsist in certain circumstances, including management imposed blackout periods.

#### B) Restricted Share Units (RSUs)

A summary of the Corporation's RSUs outstanding under the Omnibus Plan is as follows:

|                     | Three months ended<br>August 31, 2025<br>Number of RSUs | Year ended<br>May 31, 2025<br>Number of RSUs |
|---------------------|---------------------------------------------------------|----------------------------------------------|
| Balance, opening    | 2,316,000                                               | 1,302,000                                    |
| Issued              | -                                                       | 1,200,000                                    |
| Forfeited           | -                                                       | (186,000)                                    |
| <b>Balance, end</b> | <b>2,316,000</b>                                        | <b>2,316,000</b>                             |

#### C) Deferred Share Units (DSUs)

A summary of the Corporation's DSUs outstanding under the Omnibus Plan is as follows:

|                     | Three months ended<br>August 31, 2025<br>Number of DSUs | Year ended<br>May 31, 2025<br>Number of DSUs |
|---------------------|---------------------------------------------------------|----------------------------------------------|
| Balance, opening    | 1,778,000                                               | 971,000                                      |
| Issued              | -                                                       | 900,000                                      |
| Forfeited           | -                                                       | (93,000)                                     |
| <b>Balance, end</b> | <b>1,778,000</b>                                        | <b>1,778,000</b>                             |

# Geomega Resources Inc.

## Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited, in Canadian dollars)

### 15. EXPLORATION AND EVALUATION EXPENSES

|                                               | Three months ended<br>August 31 |                |
|-----------------------------------------------|---------------------------------|----------------|
| Montviel                                      | 2025                            | 2024           |
|                                               | \$                              | \$             |
| <b>Acquisition and maintenance</b>            | <b>1,744</b>                    | <b>-</b>       |
| <b>Exploration</b>                            |                                 |                |
| Geology                                       | 2,928                           | 10,472         |
| Taxes, permits and insurances                 | 426                             | -              |
| <b>Total exploration</b>                      | <b>3,354</b>                    | <b>10,472</b>  |
| <b>Evaluation</b>                             |                                 |                |
| Salaries and benefits                         | -                               | 108,229        |
| Share-based compensation                      | 630                             | -              |
| Depreciation of property, plant and equipment | -                               | 5,702          |
| <b>Total Evaluation</b>                       | <b>630</b>                      | <b>113,931</b> |
| <b>Gross E&amp;E expenses</b>                 | <b>5,728</b>                    | <b>124,403</b> |
| Tax credits                                   | (2,252)                         | (4,571)        |
| <b>Net E&amp;E expenses - Montviel</b>        | <b>3,476</b>                    | <b>119,832</b> |

### 16. RESEARCH AND DEVELOPMENT EXPENSES

|                                               | Three months ended<br>August 31 |                |
|-----------------------------------------------|---------------------------------|----------------|
|                                               | 2025                            | 2024           |
|                                               | \$                              | \$             |
| Salaries and benefits                         | 449,015                         | 257,630        |
| Share-based compensation                      | 26,302                          | 26,260         |
| Professional fees                             | 17,617                          | 31,862         |
| Material and furniture                        | 63,147                          | 60,926         |
| General and administration                    | 21,788                          | 81,871         |
| Depreciation of property, plant and equipment | 115,094                         | 50,149         |
| Impairment of property, plant and equipment   | (6,599)                         | 1,252          |
| <b>Total R&amp;D expenses</b>                 | <b>686,364</b>                  | <b>509,950</b> |

# Geomega Resources Inc.

## Notes to the Condensed Interim Consolidated Financial Statements

(Unaudited, in Canadian dollars)

### 17. ADDITIONAL INFORMATION RELATING TO THE CONSOLIDATED STATEMENT OF CASH FLOW

*Change in non-cash working capital items*

|                                                              | Three months ended<br>August 31 |                  |
|--------------------------------------------------------------|---------------------------------|------------------|
|                                                              | 2025                            | 2024             |
|                                                              | \$                              | \$               |
| Accounts receivable                                          | 121,413                         | 209,166          |
| Tax credits and government grants receivable                 | (20,290)                        | (405,615)        |
| Prepaid and other expenses                                   | (74,425)                        | 28,683           |
| Inventories                                                  | -                               | 87               |
| Trade and other payables                                     | (59,680)                        | (323,958)        |
| Deferred grants – portion attributable to operating expenses | (101,697)                       | 224,172          |
| Deferred revenues                                            | (102,327)                       | (77,412)         |
|                                                              | <b>(237,006)</b>                | <b>(344,877)</b> |

*Non-Cash Transactions*

|                                                                                                 | Three months ended<br>August 31 |         |
|-------------------------------------------------------------------------------------------------|---------------------------------|---------|
|                                                                                                 | 2025                            | 2024    |
|                                                                                                 | \$                              | \$      |
| Government grants receivable for deposits made on the purchase of property, plant and equipment | 203,226                         | 198,984 |
| Government grants receivable for the purchase of property, plant and equipment                  | (65,740)                        | 48,490  |

### 18. SUBSEQUENT EVENTS

On September 16, 2025, Kintavar Exploration Inc. (“Kintavar”) completed a transaction that resulted in significant changes to its share capital and management. Following this transaction, the Corporation’s ownership interest in Kintavar decreased to approximately 7.6%, and the two companies no longer share any members of management. As a result, the Corporation no longer has significant influence over Kintavar. Accordingly, Kintavar will cease to be accounted for as an associate in subsequent reporting periods. This event occurred after the reporting date of August 31, 2025; therefore, no adjustment has been recorded in these consolidated financial statements. The accounting impact of the loss of significant influence will be reflected in future periods, when the remaining investment will be measured at fair value in accordance with IFRS 9, *Financial Instruments*.

Subsequent to August 31, 2025, the Corporation, through its subsidiary Innord Inc., entered into a Joint Development Agreement and demonstration license with Rio Tinto relating to its bauxite residue valorization technology. The agreement marks the first commercial license of this technology and provides for staged payments beginning in 2025, with additional potential amounts contingent on further project advancement.

Also subsequent to August 31, 2025 and until October 20, 2025, 3,728,800 warrants and 1,425,000 stock options of the Corporation were exercised, for aggregate gross proceeds of \$948,700.

As all of the above events occurred after the reporting date, no adjustments have been recorded in these consolidated financial statements.